

City of Hampton, Virginia

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FY 2004 Manager's Recommended Budget-in-Brief

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- Total budget of **\$326,137,242**, a **5.71%** increase over FY 2003.
- Schools total budget of **\$159,461,565**, a **4.01%** increase over FY 2003.
- Local contribution to Schools is **\$54,321,269**, a **3.30%** increase over FY 2003.
- **Tax and fee increases:**
 - ❖ **Real Estate Property Tax** from \$1.27 to **\$1.30/\$100 assessed value**
 - ❖ **Cigarette Tax** from \$.40 to **\$.55 per pack**
 - ❖ Various **Park and Shelter Fee** increases
 - ❖ **E-911 Tax Rate** from \$2.50 to **\$2.60/line/month**
 - ❖ **Residential Solid Waste User Fee** increase from \$2.50/week for recyclers to **\$3.50/week for recyclers**; \$8.00/week to **\$9.00/week for non-recyclers**
 - ❖ **Commercial Stormwater User Fee** from \$3.50 to **\$3.60/2,429 sq.ft. of impervious area**
 - ❖ **Residential Stormwater User Fee** from \$3.50 to **\$3.60/month**
 - ❖ **Sewer User Fee** from \$.82 to **\$1.07/100 cu.ft.**
- **Budget Funds:**
 - **Major Initiatives:** 12 new firefighters and 5 new police officers for half a year; operating costs for Hampton History Museum, West Hampton Community Center and a new after school program at Wythe Elementary; marketing for the upcoming Convention Center; juvenile detention facility operating costs; Hampton Housing Venture and the rewrite of the zoning ordinance; legislative software for the Municipal Council.
 - **City Compensation Package:** longevity salary adjustment of \$200 for every three years of service; 3.5% salary adjustment for all employees on July 1 and suspends merit pay for one year; provides for implementation of a sick-leave accumulation bonus; and City and employee will share health insurance increase, 50%/50%;
 - **Debt Service** increases by **\$487,084**;
 - **Capital Budget:** Includes street & road maintenance; storm water maintenance; blighted property acquisitions and demolition; funds for the Hampton History Museum and Thomas Nelson Community College; city building maintenance; purchase of Best Building; neighborhood improvement funding; Fleet Management repairs; repairs to The Hampton's Golf Course; shopping center revitalization; and strategic property acquisition.



Hampton City Council

Mayor

Mamie E. Locke, Ph.D.

Vice-Mayor

Paige V. Washington, Jr.

Council Members

Randy A. Gilliland
Ross A. Kearney, II
Joseph H. Spencer, II
Turner M. Spencer
Rhet Tignor

City Manager

George E. Wallace

FY 2004 TAX AND FEE RATES

SUPPORTING GENERAL FUND

Real Estate Tax*	\$1.30/\$100 AV
Personal Property Tax	\$4.25/\$100 AV
Amusement/Admissions Tax	10%
Cable Franchise Fee	5% of gross receipts
Cable Utility Tax*	7% of monthly bill
Cellular Telephone Tax	10% of first \$30
Cigarette Tax*	\$0.55/pack
Courthouse Maint. Fee	\$2.00/court case
Courtroom Security Fee	\$5.00/court case
Emergency Medical Service	
Recovery (Ambulance) Fee	\$200 for BLS transport per occurrence \$270 for ALS transport per occurrence

Electric Utility Tax	
Residential	20% of first \$15
Commercial	20% of first \$200 5% of next \$800

Gas Utility Tax	
Residential	20% of first \$12
Commercial	20% of first \$100 5% of next \$900

Hotel/Motel Lodging Tax	7.5%
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Machinery & Tool Tax	\$3.00/\$100 AV
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Motor Vehicle License Fee	\$28.00 – up to 2 tons \$33.00 – over 2 tons
Personal Property Tax:	
Boats	\$.000001/\$100 AV
RV's	\$1.00/\$100 AV
Vehicles Modified for Disabled	\$1.00/\$100 AV
Restaurant/M meal Tax	6.5%
Right of Way	\$0.63/month/telephone line
Sales Tax	4.5%
Telephone Utility Tax	
Residential	20% of first \$15
Commercial	20% of first \$300

SUPPORTING SOLID WASTE FUND

Landfill Tipping Fee	\$38.00/ton
Residential User Fee*	\$3.50/wk for recyclers \$9.00/wk for non-recyclers

SUPPORTING STORMWATER FUND

Residential*	\$3.60/month
Commercial*	\$3.60/2,429sq.ft. imp.area

SUPPORTING WASTEWATER FUND

Sewer User Fee*	\$1.07/100 cu. ft.
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SUPPORTING E-911 FUND

E-911 Tax*	\$2.60/month/phone line
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* **Proposed Tax/Fee Increase**

REVENUE HIGHLIGHTS

Performance of the Five Largest Revenue Generators

Real Estate Tax growth at **\$3,792,712**, a **5.34%** increase over FY 2003 (natural growth only)

Personal Property Tax growth at **\$263,546**, a **0.93%** increase over FY 2003;

Sales and Use Tax growth at **\$179,128** a **1.50%** increase over FY 2003;

Business License Tax growth at **\$924,818** a **10.15%** increase over FY 2003;

Meals Tax growth at **\$845,269**, a **8.18%** increase over FY 2003.

Revenue Summary Fiscal Year 2004

General Property Tax	\$113,342,023	Unrestricted State Revenue	\$862,394
Other Local Taxes	56,379,763	State Revenue for City/State Depts.	21,947,195
License, Permit & Privilege Fees	1,259,966	State Revenue for City Depts.	16,504,895
Fines and Forfeitures	1,262,814	Federal Funding for City Dept.	888,000
Revenue from Use of Money/Prop	1,291,185	School Funds from Other than City	105,140,296
Charges for Services	2,934,111	Total Transfers	<u>1,000,000</u>
Miscellaneous Revenue	3,324,600		
		<u>Total Revenues</u>	<u>\$326,137,242</u>

EXPENDITURE HIGHLIGHTS

Expenditure Summary Fiscal Year 2004

City Operations

Legislative & Executive	\$6,261,910
Const., Judicial, Electoral	12,011,217
Infrastructure & Rev. Devel.	18,668,027
Life & Leisure Services	10,719,906
Organizational Efficiency	4,104,700
Public Safety & Human Services	50,417,914
Retirement & Emp. Benefits	23,633,753
Contributions to Agencies	8,023,286
Debt Service	20,706,861
Transfer to Capital Budget	6,360,862
Transfer to Other Funds	<u>5,772,001</u>

Total City **\$166,675,677**

School Operations

Local Contribution	\$54,321,269*
State Funds	103,499,383
Federal Funds	1,087,527
Misc. Revenue	<u>553,386</u>

Total Schools **\$159,461,565**

Total Expenditures **\$326,137,242**

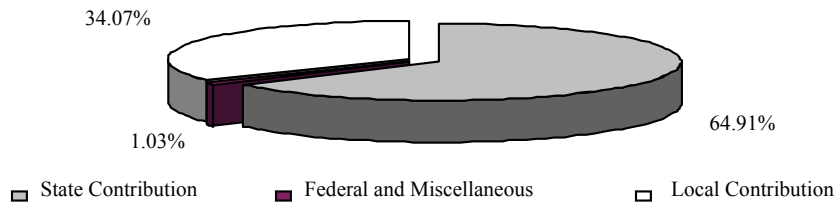
* Does not include school related capital debt.

BALANCING THE BUDGET

Due to the modest growth in local revenue and the loss of discretionary state revenues, several measures had to be taken in order to balance this budget before any tax and fee increases were proposed. The budget balancing measures total **\$5.8 million** and include: removing attrition from departmental budgets (**\$1,000,000**); use of anticipated budget savings to fund one time grant match and capital project (**\$1,075,000**); charge appropriate indirect costs to enterprise fund departments for administrative services rendered (**\$943,436**); implementation of organization efficiency methods (**\$165,250**); closure of City Hall in the Mall (**\$25,000**); use of bond interest and UDAG fund for capital projects (**\$600,000**); use of fund balance for capital projects (**\$1,000,000**); and reduction or deferral of capital projects (**\$700,000**).

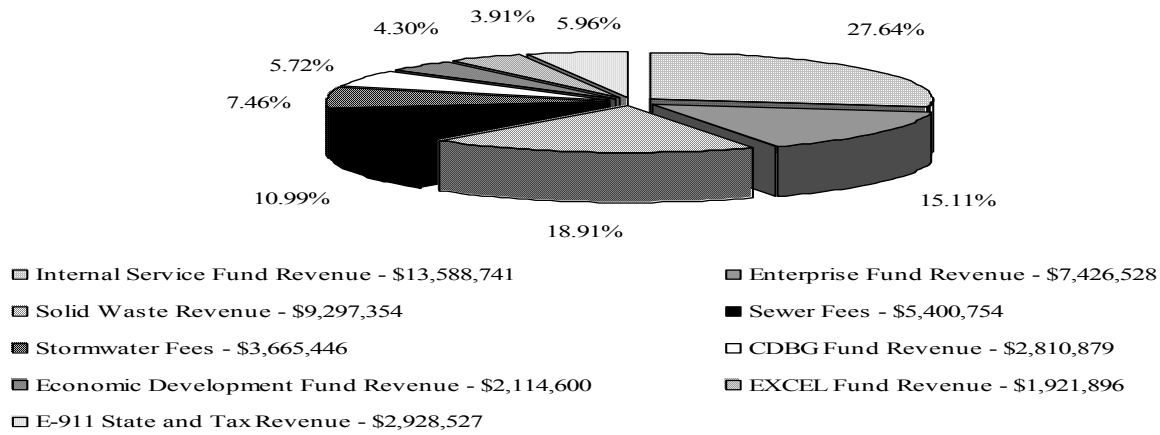
EDUCATION EXPENDITURES

The total school budget for FY 2004 is **\$159,461,565**, a **4.01%** increase over FY 2003. The local contribution to the Hampton School System is **\$54,321,269**, a **3.30%** increase over FY 2003. The local contribution to schools is based on an agreed upon formula in which they will receive a certain percentage of residential general property and utility tax revenue.

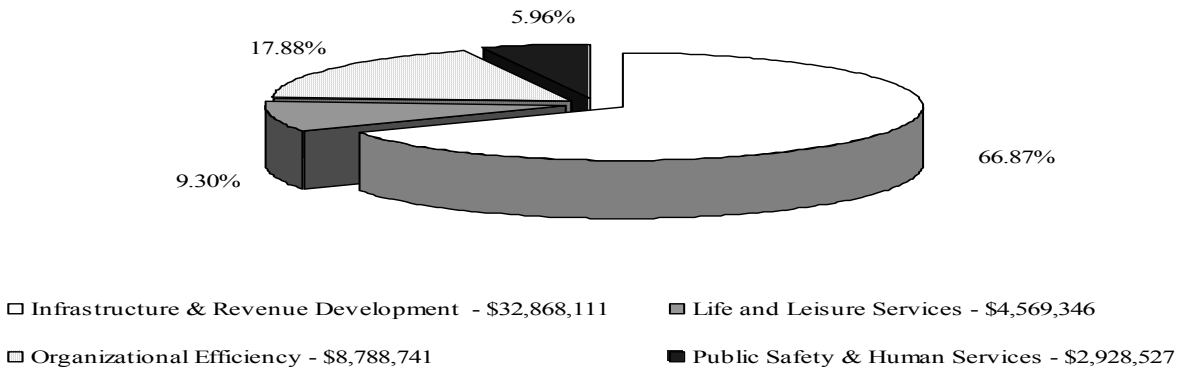


NON-GENERAL FUNDS

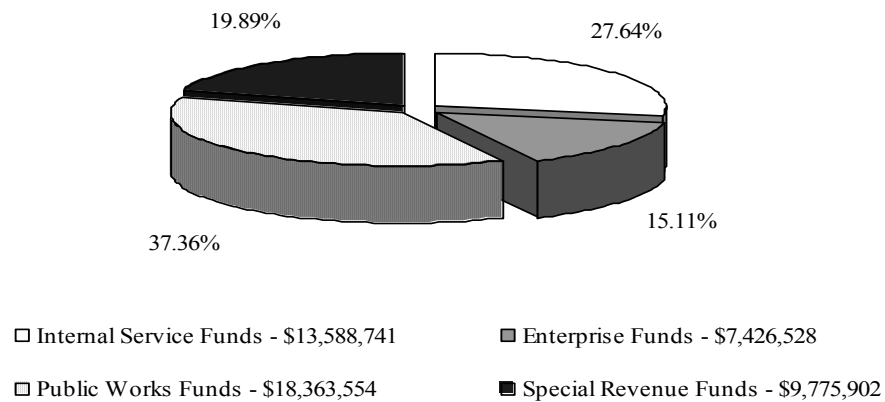
NON-GENERAL FUNDS REVENUES



NON-GENERAL FUNDS EXPENDITURES BY CLUSTER



NON-GENERAL FUNDS EXPENDITURES BY FUND



CAPITAL BUDGET

Capital Budget Revenues

Transfer from General Fund	\$5,360,862
Transfer from General Fund Balance	<u>1,000,000</u>
Total General Fund Revenues	\$6,360,862

Other Revenue Sources

Stormwater Fees	\$585,000
Economic Development Fund	1,700,000
Bond Interest	<u>400,000</u>
Total Other Revenue Sources	\$2,685,000

Total Revenues **\$9,045,862**

Capital Budget Expenditures

- **Street, Road & Sewer Maintenance - \$3,040,000**– Coliseum Central improvements, street resurfacing, VDOT matching funds.
- **Building Maintenance - \$900,000** – Building maintenance to the Main Library, parapet wall and window renovations at the General District Court, roof replacement at Fire Station #6, and other renovations throughout City buildings.
- **Community Enhancement - \$1,150,000** – Blighted property acquisition and demolition, Hampton's Golf Course, Hampton History Museum, neighborhood improvement funding, Parks and Recreation maintenance.
- **Education - \$220,862** – Thomas Nelson Community College site improvements and maintenance projects of school buildings and grounds.
- **Capital Equipment – \$50,000** – Reengineering technology.
- **Other Projects - \$3,685,000** – Best Building purchase, Copeland Industrial Park, shopping center revitalization, Stormwater projects, strategic property acquisition.

CONTACT INFORMATION

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ADDITIONAL INFORMATION

Information regarding the contents of this or other budget volumes can be obtained by calling the Hampton Office of Budget and Management Analysis at (757) 727-6377 from 8:00 a.m. to 4:30 p.m. Monday through Friday.

Internet Access: The FY 2004 Manager's Recommended Budget-in-Brief is located on-line at www.hampton.gov.

Document: Copies of budget documents are available for viewing at all City of Hampton public libraries:

- Hampton Public Library (Main Branch), 4207 Victoria Blvd., (757) 727-1154
- Northampton Branch, 936 Big Bethel Rd., (757) 825-4558
- Phoebus Branch, One S. Mallory St., (757) 727-1149
- Willow Oaks Branch, Willow Oaks Village Square, (757) 850-5114

Copies of the budget can also be viewed at the Office of Budget and Management Analysis, City Hall, 7th Floor. Additional copies of the Budget-In-Brief can be obtained at no cost.

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